

Not for Publication

DECONTROLLED AFTER SIX MONTHS

H.14

June 15, 1959.

CAPITAL MARKET DEVELOPMENTS

(Including Monthly Review of Sources and Uses
of Funds of Financial Intermediaries)

The volume of public security financing was substantial last week, but is expected to be much smaller this week. During the week ending June 12 corporations sold large issues totaling \$64 million and State and local governments sold issues amounting to \$173 million. The calendar for this week includes only one corporate issue for \$23 million, subscription rights for which expire on Thursday. Two large State and local government issues with aggregate proceeds of \$42 million are also scheduled for sale.

Bond yields - Changes in yields on outstanding bonds were mixed, but minor last week. Yields on State and local government bonds and high-grade corporate bonds increased, those for lower-grade corporate bonds remained stable and yields on U. S. Government obligations declined slightly.

Housing starts - Private nonfarm dwelling units started in May dipped to a seasonally adjusted annual rate of 1,340,000 units, according to preliminary estimates. Although unadjusted VA and conventional starts declined somewhat, conventional starts still recorded the highest May total in the postwar period. FHA starts were at the highest level for the month in nine years.

Stock market credit - Customer credit in the stock market (excluding that on U. S. Government securities) totaled \$4,711 million at the end of May, slightly less than in April. The May decline of \$10 million in total credit was the result of a decline of \$16 million in net debit balances which more than offset a \$6 million increase in bank loans to "others." Customer credit was 5 per cent higher last month than at the end of 1958 and 9 per cent higher than when margin requirements were increased to 90 per cent last October.

Borrowing by member firms of the New York Stock Exchange maintaining margin accounts (excluding borrowing on U. S. Government securities) changed little in May, totaling \$2,159 million at the end of the month. Customers' net free credit balances declined slightly last month to \$1,188 million. These and other data on stock market credit for May and April are shown in the table on the following page.

	End of month		Change
	May	Apr.	
	(Millions of dollars)		
Customer credit			
Excluding U. S. Government securities - total	4,711	<u>F</u> /4,721	-10
Net debit balances	3,385	<u>F</u> /3,401	-16
Bank loans to "others"	1,326	1,320	+6
Net debit balances secured by U. S. Govt. securities	163	166	-3
Bank loans to others for purchasing or carrying U. S. Government securities	58	55	+3
Broker and dealer credit			
Money borrowed except on U. S. Government securities	2,159	2,156	+3
On customer collateral	1,857	1,852	+5
Money borrowed on U. S. Government securities	252	252	--
Customers' net free credit balances	1,188	1,205	-17
r/ Revised.			

r/ Revised.

Institutional investors - In April, life insurance company assets and share capital at savings and loan associations increased more rapidly than a year earlier, while the increase in deposits at mutual savings banks was much smaller. This is similar to the pattern of growth shown in most months thus far this year. Over the first four months, savings inflow for these three major financial institutions combined was slightly larger than in the corresponding period of 1958. Growth in life insurance company assets was one-seventh larger than in the January-April period last year and the increase in savings and loan associations savings capital nearly one-tenth more. Deposits at mutual savings banks, however, increased one-third less than a year earlier. (The increase in time deposits at commercial banks was much less than the very rapid growth last year.)

The increase in life insurance company assets amounted to \$485 million, two-fifths more than in April 1958. Net acquisitions of U. S. Government securities, although small, was twice as large as a year earlier. The increase in business security holdings was about one-sixth larger than in April 1958. Net acquisitions of mortgages were about the same as a year earlier.

Savings capital at savings and loan associations increased \$420 million in April, nearly one-fifth more than in the corresponding period of 1958. Borrowing by these associations rose \$98 million, somewhat less than last year but much more than in April of other recent years. Moreover, the heavy borrowing in April last year reflected the initial response of savings and loan associations to new legislation permitting borrowing from Home Loan Banks on a 5-year non-amortized basis in addition to other borrowing authority and was reflected primarily in an increase in cash positions.

Net acquisitions by savings and loan associations of U. S. Government securities in April were nearly three times that of last year. (Holdings of these securities have increased sharply each month this year.) These associations continued to acquire mortgages in very large volume with net acquisitions amounting to \$704 million, a record increase and three-fourths more than in April 1958.

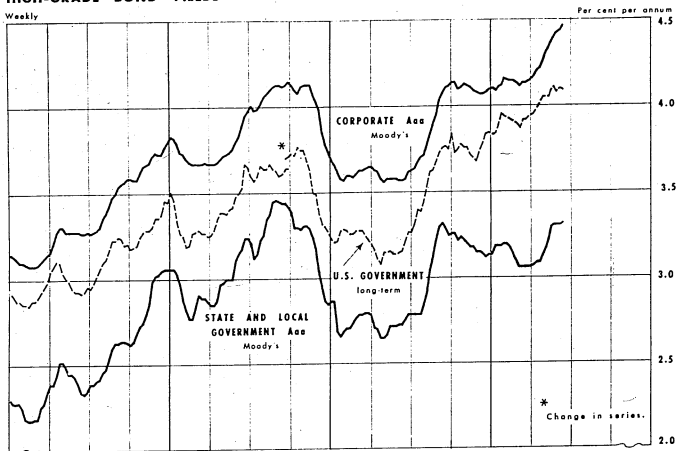
Growth in deposits at mutual savings banks totaled only \$6 million in April as compared with \$93 million a year earlier. The increase in deposits is generally small in April reflecting heavy withdrawals following quarterly interest/dividend payments. The increase this April was much smaller than in most other recent years, however, as a result of unusually large withdrawals by depositors of New York and Massachusetts savings banks. Business security holdings increased somewhat in April after declining in March, but the rate was much slower than a year earlier. The increase in mortgage holdings was about the same as a year earlier, although in earlier months this year the rate of increase had been more rapid than in the comparable months of 1958.

Stock prices - Stock prices declined substantially early last week, then recovered most of the loss. Standard and Poor's index of 500 common stocks closed at 57.29 on June 12, .22 points lower than at the close of the previous week. Trading activity averaged 3.1 million shares a day.

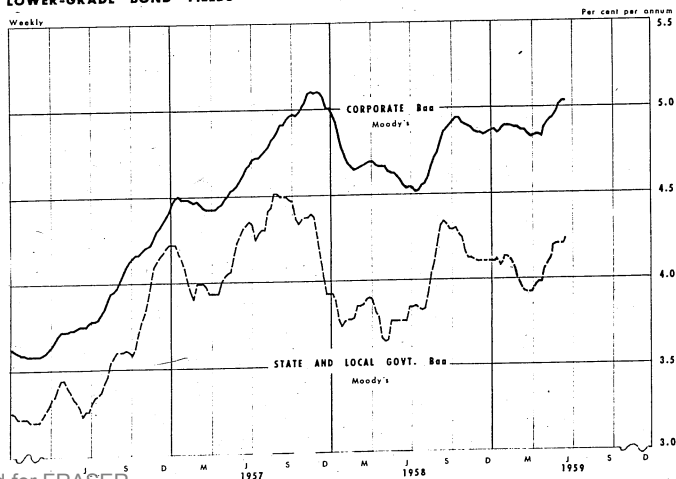
More detailed information concerning recent capital market developments is presented in the attached exhibits.

Capital Markets Section,
Division of Research and Statistics,
Board of Governors of the Federal Reserve System.

HIGH-GRADE BOND YIELDS



LOWER-GRADE BOND YIELDS



Tables for Exhibit A

High-grade Bond Yields

Date	Corporate Aaa 1/	U. S. Govt. long-term 2/	State and local govt. Aaa 3/	Spread between U. S. Govt. and	
				Corporate Aaa	State and local Aaa
	(Per cent)				
1954 - Low	2.85 (4/23)	2.45 (8/6)	1.90 (9/2)	.30	.30
1957 - High	4.14 (9/27)	3.76 (10/18)	3.45 (8/29)	.60	.47
1958 - High	4.13 (10/10)	3.84 (12/26)	3.31 (9/11)	.51	.72
Low	3.55 (5/2)	3.07 (4/25)	2.64 (5/1)	.22	.34
1959 - High	4.47 (6/12)	4.11 (5/22)	3.32 (6/11)	.38	.92
Low	4.09 (1/9)	3.83 (1/2)	3.06 (3/26)	.16	.65
May 15	4.36	4.09	3.30	.27	.79
May 22	4.39	4.11	3.31	.28	.80
May 29	4.42	4.08	3.31	.34	.77
June 5	4.44	4.10	3.31	.34	.79
June 12 p/	4.47	4.09	3.32	.38	.77

Lower-grade Bond Yields

Date	Corporate Baa <u>1</u> /	State and local govt. Baa <u>3</u> /	Spread between Aaa and Baa	
			Corporate	State and local govt.
		(Per cent)		
1954 - Low	3.44 (12/31)	2.93 (8/5)	.52	.96
1957 - High	5.10 (11/29)	4.51 (8/29)	1.27	1.21
1958 - High	4.96 (1/3)	4.34 (9/11)	1.28	1.11
Low	4.51 (7/11)	3.64 (5/1)	.77	.93
1959 - High	5.03 (6/12)	4.23 (6/11)	.77	.98
Low	4.83 (4/17)	3.92 (3/26)	.56	.86
May 15	4.94	4.19	.58	.89
May 22	4.97	4.20	.58	.89
May 29	5.01	4.20	.59	.89
June 5	5.03	4.20	.59	.89
June 12 <u>p</u> /	5.03	4.23	.56	.91

p/ Preliminary.

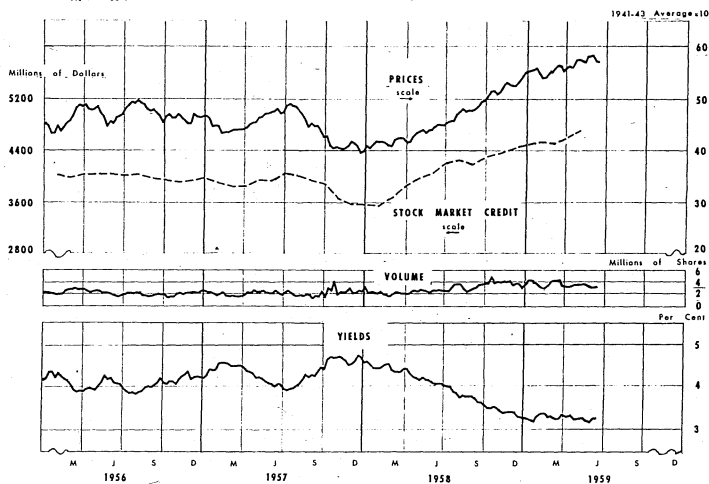
1/ Weekly average of daily figures. Average term of bonds included is 25-26 years.

2/ Weekly average of daily figures. The series includes bonds due or callable in 10 years or more.

3/ Thursday figures. Only general obligation bonds are included; average term is 20 years.

Note.--highs and lows are for individual series and may be on different dates for different series.

STOCK MARKET



PRIVATE PERMANENT NONFARM DWELLING UNITS STARTED

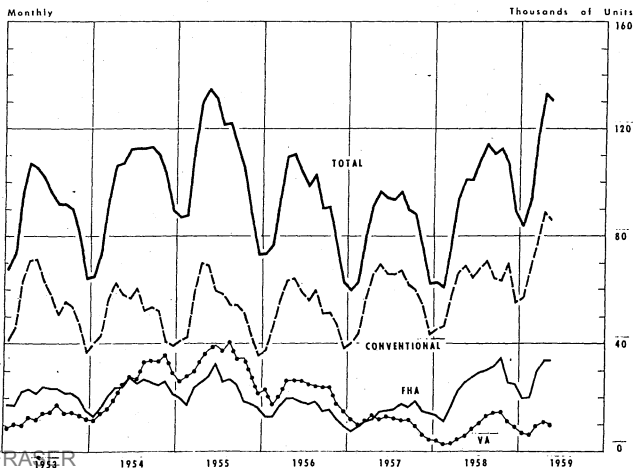


Exhibit D - Tables for Exhibit C

Stock Market

Date	Stock price index 1/	Common stock yields 2/ (per cent)	Trading volume 3/ (millions of shares)	Stock market customer credit		
				Total	Customers' debit bal- ances 4/	Bank loans to "others" 5/
(Millions of dollars)						
1953-1958 - High Low	54.11 (12/24/58)	3.30	4.9	4,492	3,285	1,317
	22.95 (9/18/53)	6.25	0.9	2,055	1,314	669
1959 - High Low	58.68 (5/29)	3.16	4.3	4,719	3,399	1,332
	54.37 (2/6)	3.34	3.0	4,527	3,253	1,210
April	57.10	3.25	3.4	4,719	3,399	1,320
May	57.96	3.20	3.4	n.a.	n.a.	1,326
May 22	58.33	3.19	3.2	n.a.	n.a.	1,324
May 29	58.68	3.16	3.0	n.a.	n.a.	1,326
June 5	57.51	3.23	3.0	n.a.	n.a.	1,324
June 12	57.29	3.24	3.1	n.a.	n.a.	n.a.

n.a.--Not available. p/ Preliminary.

1/ Standard and Poor's composite index of 500 common stocks, weekly closing prices, 1941-43=10. Monthly data are averages of daily figures rather than of Fridays' only. Highs and lows are for Fridays' data only.

2/ Standard and Poor's composite stock yield based on Wednesday data converted to weekly closing prices by Federal Reserve. Yields shown are for dates on which price index reached its high or low.

3/ Averages of daily trading volume on the New York Stock Exchange.

4/ End of month figures for member firms of the New York Stock Exchange which carry margin accounts; excludes balances secured by U. S. Government obligations.

5/ Wednesday figures for weekly reporting member banks. Excludes loans for purchasing or carrying U. S. Government securities at banks in New York and Chicago. Weekly reporting banks account for about 70 per cent of loans to others. For further detail see Bulletin.

Private Permanent Nonfarm Dwelling Units Started 1/

Date	Total		Unadjusted		
	Seasonally adjusted annual rate	Unadjusted	FHA	VA	Conv.
(Thousands of units)					
1958 - May	1,039	101	26	6	69
June	1,057	101	28	8	65
July	1,174	109	30	11	68
Aug.	1,228	115	30	13	71
Sept.	1,255	111	32	14	65
Oct.	1,303	113	35	15	64
Nov.	1,427	107	26	11	70
Dec.	1,432	90	25	9	55
1959 - Jan.	1,364	84	20	7	57
Feb.	1,403	94	20	6	67
Mar.	p/1,390	p/117	30	10	p/77
Apr.	p/1,390	p/133	34	11	p/89
May	p/1,340	p/131	34	10	p/86

1/ Total starts are BLS estimates. A dwelling unit is started when excavation begins; all units in an apartment structure are considered started at that time. FHA and VA starts are units started under commitments by these agencies to insure or guarantee the mortgages. As reported by FHA and VA, a unit is started when a field office receives the first compliance inspection report, which is made before footings are poured in some cases but normally after the foundations have been completed. Capehart military housing units are excluded. Conventional starts are derived as a residual, although total and FHA and VA starts are not strictly comparable in concept or timing; they include both units financed by conventional mortgages and units without mortgages.

Long-term Corporate and State and Local Government
Security Offerings and Placements

(In millions of dollars)

	New capital					
	Corporate 1/			State and local 2/		
	1959	1958 <u>r</u>	1957	1959	1958	1957
January	840	728	1,060	636	812	742
February	745	857	1,065	855	953	572
March	631	1,553	1,320	639	511	506
April	p/826	1,140	931	p/910	798	765
May	e/750	597	765	e/575	895	546
June	e/850	887	1,453	e/800	551	393
July		1,107	1,003		806	529
August		540	924		403	584
September		1,114	973		651	431
October		862	1,090		456	698
November		518	789		474	633
December		920	1,076		435	698
1st quarter	2,216	3,139	3,445	2,130	2,276	1,820
2nd quarter	e/2,426	2,623	3,149	e/2,285	2,244	1,704
3rd quarter		2,760	2,899		1,860	1,514
4th quarter		2,300	2,954		1,365	2,029
1st half	e/4,622	5,762	6,594	e/4,415	4,520	3,524
Three quarters		8,522	9,493		6,380	5,069
Year		10,823	12,447		7,746	7,099
Excluding finance companies 4/						
1st quarter	2,011	2,899	3,237			
2nd quarter	e/2,176	2,586	2,889			
3rd quarter		2,731	2,582			
4th quarter		2,213	2,810			
Year		10,429	11,518			

e/ Estimated. p/ Preliminary. r/ Revised.

1/ Securities and Exchange Commission estimates of net proceeds.

2/ Investment Bankers Association of America estimates of principal amounts.

3/ Includes \$718.3 million AT&T convertible debenture issue.

4/ Total new capital issues excluding offerings of sales and consumer finance companies.

Other Security Offerings 1/

(In millions of dollars)

	Long-term					
	Foreign government 2/			Federal agency 3/		
	1959	1958	1957	1959	1958	1957
January	77	197	84	199	1,163	72
February	59	54	49	--	251	--
March	2	--	30	175	--	--
April	56	139	123	--	523	125
May		200	48		--	--
June		120	42		--	60
July		9	28		164	--
August		5	7		--	--
September		17	30		--	215
October		57	4		220	--
November		123	60		--	100
December		74	1		--	--
Year		995	507		2,321	572
	Short-term					
	State and local government 4/			Federal agency 3/		
	1959	1958	1957	1959	1958	1957
January	190	233	326	359	371	638
February	428	460	455	500	208	430
March	295	273	147	489	144	505
April	2/497	357	205	486	209	336
May		354	337	675	161	469
June		264	153		329	501
July		289	272		437	224
August		423	272		206	370
September		369	252		330	512
October		231	303		454	1,238
November		415	94		114	255
December		243	459		137	116
Year		3,910	3,274		3,098	5,543

p/ Preliminary.

1/ Data presented in this exhibit differ from those in Exhibit E in that refunding issues, as well as new capital issues, are included. Long-term securities are defined as those maturing in more than one year.

2/ Includes securities offered in the United States by foreign governments and their subdivisions and by international organizations. Source: Securities and Exchange Commission.

3/ Issues not guaranteed by the U. S. Government. Source: long-term, Securities and Exchange Commission; short-term, Federal Reserve.

4/ Principally tax and bond anticipation notes, warrants or certificates and Public Housing Authority notes. In some instances PMA notes included may have a somewhat longer term than one year. Source: Bond Buyer.

Large Long-term Public Security Issues for New Capital
(Other than U. S. Treasury) 1/

Proceeds of Large Issues Offered

(Millions of dollars)

Month	Corporate	State and local government	Other <u>2/</u>
1958 - May	356	505	164
June	281	195	86
July	771	275	41
August	209	109	--
September	825	288	18
October	259	172	209
November	227	259	100
December	305	229	79
1959 - January	369	335	174
February	340	551	35
March	215	369	176
April	359	563	20
May	342	258	50

Large Individual Issues Offered June 1 through 12

Issuer	Type <u>3/</u>	Amount (millions of dollars)	Maturity	Coupon rate or net inter- est cost	Offering yield	Rating
<u>CORPORATE</u>						
Pub. Service Elec. & Gas	1st&ref.mtg.bds.	50.0	1989	5 1/8	5.00	Aa
Florida Power Corp.	Com.stk.	17.6				
Florida Power & Light Co.	1st mtg. bds.	25.0	1989	5	4.95	Aa
Duke Power Co.	Pfd. stk.	25.1				
Consolidated Nat. Gas Co.	Cap. stk.	38.6				
<u>STATE AND LOCAL GOVERNMENT</u>						
Los Angeles Co. Flood Con- trol Dist., California	G.O.	40.0	1961-89	3.94	2.40-4.00	Aa
Memphis, Tennessee	G.O.	16.0	1960-89	3.51	2.30-4.20	Aa
Pennsylvania State Hwy. & Bridge Authority	Rev.-Ut.	10.0	1961-79/67	3.55	2.60-3.65	Aa
New York, New York	G.O.	27.0	1960-74	3.57	2.40-3.69	A
State of Maryland	G.O.	10.5	1962-74	3.15	2.50-3.25	Aaa
State of Connecticut	G.O.	100.0	1961-85/80	3.95	2.50-4.00	Aa
State of Connecticut	Rev.-S.T.	62.5	1964-97/69	4.30	3.25-4.25	A
<u>OTHER</u>						

Footnotes

n.a.--Not available.

1/ Includes corporate and other security offerings of \$15 million and over; State and local government security offerings of \$10 million and over.

2/ Includes foreign government and International Bank for Reconstruction and Development issues and non-guaranteed issues by Federal agencies.

3/ In the case of State and local government securities, G.O. denotes general obligations; Rev.-Ut., revenue obligations secured only by income from public utilities; Rev.-Q.Ut., revenue bonds secured only by revenue from quasi-utilities; Rev.-S.T., revenue bonds secured by revenue from specific taxes only; Rev.-Rent., revenue bonds secured solely by lease payments.

4/ 1/4s of 1989 not publicly reoffered.

**Forthcoming Large Long-term Public Security Offerings for New Capital
(Other than U. S. Treasury) 1/**

Expected Proceeds from Forthcoming Large Issues

Date of computation	During month following date shown			Subsequent to date shown		
	Corporate	State and local govt.	Other 2/	Corporate	State and local govt.	Other 2/
1958 - May 29	266	177	36	464	208	36
June 30	768	225	--	1,048	235	--
July 31	161	55	--	381	125	--
Aug. 29	785	241	--	914	435	--
Sept. 30	113	295	--	216	524	--
Oct. 31	204	258	--	326	675	--
Nov. 28	301	229	71	401	683	71
Dec. 31	210	261	75	370	515	75
1959 - Jan. 30	270	551	45	365	856	45
Feb. 27	198	292	--	279	481	--
Mar. 31	396	550	20	476	761	20
Apr. 30	246	254	50	346	517	50
May 29	287	247	--	332	761	--

Forthcoming Large Offerings, as of June 12

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
CORPORATE			
Virginia Electric & Power Co.	Com. stk.	23.4	June 18
Spiegel, Inc.	Conv. sub. deb.	15.4	(rights expire) June 22
Philadelphia Electric Co.	Com. stk.	29.1	(rights expire) June 23
Philip Morris, Inc.	S.p. deb.	40.0	(rights expire) June 23
Northern Illinois Gas Co.	1st mtg. bds.	20.0	June 24
Long Island Lighting Co.	1st mtg. bds.	25.0	June 25
International Recreation Corp.	Com. stk.	17.2	June 26
*United States Plywood Corp.	Conv. sub. deb.	15.0	July 17
Commerce Oil Refining Corp.	Deb., bds. & common	45.0	Summer
STATE AND LOCAL GOVERNMENT			
Port of New York Authority	Rev.-Ut.	30.0	June 17
*Yonkers, New York	G.O.	11.6	June 18
Florida State Bd. of Education	Rev.	12.0	June 23
California Toll Bridge Authority	Rev.-Ut.	34.0	June 24

Forthcoming Large Offerings, as of June 12 (Cont'd)

Issuer	Type	Amount (millions of dollars)	Approximate date of offering
<u>STATE AND LOCAL GOVERNMENT (Cont'd)</u>			
Los Angeles Dept. of Wtr. & Pwr., California	Rev.-Ut.	15.0	June 24
Birmingham, Alabama	Rev.-Ut.	22.8	June 25
Territory of Hawaii	G.O.	19.8	June 25
State of New York	G.O.	50.0	June 30
*Jefferson Parish S. D. No. 1, La.	G.O.	10.0	July 2
Grant Co. Public Utility Dist. No.2, Washington	Rev.-Ut.	200.0	Summer
Chesapeake Bay Ferry Commission	Rev.-Ut.	144.0	Summer
Commonwealth of Pennsylvania	G.O.	120.0	Summer
New York Thruway Authority	Rev.-Ut.	50.0	Summer
<u>OTHER</u>			
Municipality of Metro. Toronto, Can.	S.F. deb.	33.2	July 1

*--Included in table for first time.

1/ Includes corporate and other issues of \$15 million and over; State and local government issues of \$10 million and over.

2/ Includes foreign government and International Bank for Reconstruction and Development issues and non-guaranteed issues by Federal agencies.

Note.--Deletions for reasons other than sale of issue: None.

Yields on New and Outstanding
Electric Power Bonds, Rated Aa and A 1/

Date	Aa-rated offering yields		A-rated offering yields	
	Actual (per cent)	Amount above seasoned yields (basis points)	Actual (per cent)	Amount above seasoned yields (basis points)
1952 - 1958				
High	5.00 (9/14/57)	87	5.50 (11/7/57)	123
Low	2.93 (3/31/54)	-3	3.00 (3/17/54)	-15
1958 - May	3.87	18	4.07	6
June	3.87	17	--	--
July	4.07 ^{2/}	28	4.16 ^{2/}	15
August	--	--	--	--
September	--	--	--	--
October	4.47 ^{2/}	18	--	--
November	--	--	--	--
December	*4.44	23	--	--
1959 - Jan. 7			4.75 ^{2/}	23
20	4.60	34		
28	4.65	40		
Feb. 18	4.35 ^{2/}	4		
Mar. 11	4.40 ^{2/}	11		
25	4.43	9		
26	4.43	9		
31	4.47	13		
Apr. 3			4.67	18
15	4.60	22		
16	4.59 ^{2/}	21		
29	4.55 ^{2/}	7		
May 1			4.85	17
13			5.06	13
14	4.95	38		
20	4.95	34		
21			5.13	27
26	5.00	38		
June 4	4.95	29		

*--Single observation, not an average.

1/ Covers only 30-year first mortgage bonds, as reported in Moody's Bond Survey. Except where indicated, the actual yield figure and the amount above seasoned yields are averages of offerings during the indicated period and of the differences between these new offering yields and yields on seasoned issues of similar quality for the same day. Average maturity for the seasoned issues varies from 26 to 28 years.

2/ Provides for a 5-year period during which issue may not be called for refunding at a lower coupon rate. Monthly averages so marked include one or more issues with such a provision. Other issues have no such provision.

Sources and Uses of Funds by
Life Insurance Companies

(In millions of dollars)

	Uses of Funds 1/						Total sources or uses
	Cash	U. S. Govt. secur- ities	Busi- ness secur- ities	State and local govt. secur- ities	Mort- gages	Other	
1957 - Apr.	28	11	172	10	172	34	427
May	-18	-79	169	26	186	135	419
June	59	-62	184	2	144	65	392
July	-9	5	324	14	163	87	584
Aug.	-30	-32	163	11	195	77	384
Sept.	47	-32	198	7	154	93	467
Oct.	-17	13	244	13	170	6	429
Nov.	22	-92	212	10	132	110	394
Dec.	138	-181	258	10	237	7	469
Value of Assets at End of Year	1,294	7,028	42,133	2,377	35,271	13,206	101,309
1958 - Jan.	-93	171	221	51	191	111	652
Feb.	-51	15	106	10	125	144	349
Mar.	20	-119	277	23	140	60	401
Apr.	-17	11	208	13	113	19	347
May	74	-70	135	28	116	167	450
June	-20	47	194	35	104	140	500
July	20	175	182	24	123	46	570
Aug.	-17	42	128	36	140	147	476
Sept.	-1	7	201	19	139	74	439
Oct.	-19	12	303	25	186	53	560
Nov.	52	25	133	31	146	100	467
Dec.	123	-139	394	13	303	185	879
Value of Assets at End of Year	1,365	7,205	44,615	2,685	37,097	14,452	107,419
1959 - Jan.	-83	280	185	59	114	171	726
Feb.	-57	-71	223	30	139	174	438
Mar.	-14	-185	251	66	136	108	362
Apr.	-24	22	242	49	116	80	485
May							
June							

1/ Uses of funds represent net changes in assets and therefore reflect net, rather than gross, uses.

Source: Institute of Life Insurance.

Sources and Uses of Funds by
Savings and Loan Associations

(In millions of dollars)

	Uses of Funds 1/				Total sources or uses	Sources of Funds		
	Cash	U. S. Govt. secur- ities	Mort- gages 2/	Other assets		Net change savings capital	Borrow- ing 3/	Other
1957 - Apr.	-49	26	400	115	492	308	11	173
May	39	14	446	140	639	452	21	166
June	185	-40	421	31	597	821	101	-325
July	-320	41	407	-94	34	-52	-37	123
Aug.	-103	24	460	59	440	252	37	151
Sept.	11	26	357	56	450	324	47	79
Oct.	-18	-5	416	87	480	361	16	103
Nov.	86	23	278	60	447	378	10	59
Dec.	431	-65	253	-5	614	923	125	-424
Value of Assets at End of Year	2,146	3,173	40,049	2,770	48,138	41,912	1,379	4,847
1958 ^p - Jan.	-119	44	194	12	131	450	-377	58
Feb.	173	-19	247	8	409	373	-127	163
Mar.	209	-1	335	10	553	484	-89	158
Apr.	116	38	398	102	654	356	113	185
May	38	13	528	100	679	508	-32	203
June	177	81	582	-37	803	937	169	-303
July	-297	40	533	-80	196	62	-39	173
Aug.	-70	111	557	9	607	353	55	199
Sept.	-76	147	574	42	685	440	85	160
Oct.	-108	107	605	131	735	501	58	176
Nov.	44	50	465	102	661	477	41	143
Dec.	338	37	532	-44	863	1,073	215	-425
Value of Assets at End of Year	2,569	3,821	45,599	3,125	55,114	47,926	1,451	5,737
1959 - Jan.	-300	296	410	-53	353	434	-181	100
Feb.	-26	97	427	80	578	408	-57	227
Mar.	1	79	593	92	765	529	-5	241
Apr.	-183	106	704	153	780	420	98	262
May								
June								

^p/ Preliminary.

¹/ Uses of funds represent net changes in assets and therefore reflect net, rather than gross, uses. Savings and loan associations do not hold business securities and data on holdings of State and local government bonds, presumed to be small, are not available.

²/ 1957 data adjusted to include mortgage pledged shares as currently reported.

³/ Advances from Home Loan Banks and other borrowing.

Source: Federal Savings and Loan Insurance Corporation.

Sources and Uses of Funds by
Mutual Savings Banks

(In millions of dollars)

	Uses of Funds 1/						Total sources or uses	Sources of Funds	
	Cash	U. S. Govt. secur- ities	Busi- ness secur- ities ^{2/}	State and local govt. secur- ities	Mort- gages	Other		Net change in deposits	Other
1957 - Apr.	-56	-76	63	2	121	-20	34	7	27
May	12	-19	62	2	127	62	246	169	77
June	71	-72	72	-1	118	-38	150	265	-115
July	-73	-7	62	7	122	-29	82	16	66
Aug.	-42	11	61	-3	111	28	166	90	76
Sept.	27	-17	55	2	103	18	188	206	-18
Oct.	-24	-136	60	-3	124	-41	-20	34	-54
Nov.	6	-136	93	7	100	38	108	36	72
Dec.	125	-26	75	-7	141	-9	299	405	-106
Value of Assets at End of Year	890	7,552	4,331	682	20,951	761	35,168	31,695	3,473
1958 - Jan.	-60	--	160	23	130	25	278	234	44
Feb.	63	-21	86	4	99	20	251	149	102
Mar.	36	41	86	6	165	9	343	336	7
Apr.	-47	-85	97	4	154	-29	94	93	1
May	-5	-62	120	-19	195	40	269	181	88
June	42	-36	-24	24	253	5	264	300	-36
July	-66	11	34	8	193	-28	152	88	64
Aug.	-5	19	8	2	198	29	251	143	108
Sept.	18	-27	34	2	181	29	237	267	-30
Oct.	-8	-92	-6	-3	195	-46	40	95	-55
Nov.	-38	-32	--	-1	151	43	123	42	81
Dec. r/	101	-2	47	-7	174	-3	309	418	-109
Value of Assets at End of Year ^{3/}	921	7,266	4,973	725	23,039	855	37,779	34,041	3,738
1959 - Jan. 3/	-96	119	-16	17	208	-58	175	122	53
Feb.	18	39	6	-4	125	32	216	113	103
Mar.	45	62	-31	41	175	38	330	313	17
Apr.	-114	-44	58	-33	155	-32	-10	6	-16
May									
June									

1/ Uses of funds represent net changes in assets and therefore reflect, net rather than gross, uses.

2/ Includes Canadian government and political subdivisions, International Bank for Reconstruction and Development, non-guaranteed Federal agency and other bonds as well as corporate bonds and stocks.

3/ Adjusted to eliminate the effect of a merger of a large savings bank with a commercial bank.

Sources: Nat. Assoc. of Mutual Savings Banks and Federal Deposit Insurance Corp.